

FEDERAL MILK ORDER ADVANCE PRICES, JANUARY

Class I Base Price. Under the Federal milk order pricing system, the Class I base price for January 2006 is \$13.38 per cwt. This price is derived from the advanced Class III skim milk pricing factor of \$8.42 and the advanced butterfat pricing factor of \$1.5016. A Class I differential for each order's principal pricing point (county) is added to the base price to determine the Class I price. **Comparison to Previous Month.** Compared to December 2005, the Class I base price decreased \$0.19 per cwt. For selected consumer products, the price changes are: whole milk (3.25% milk fat), -\$0.14 per cwt., -\$0.012 per gallon; reduced fat milk (2%), +\$0.05 per cwt., +\$0.004 per gallon; fat-free (skim milk), +\$0.31 per cwt., +\$0.027 per gallon. **Class II Price Information.** The advanced Class IV skim milk pricing factor is \$7.68. Thus, the Class II skim milk price for January is \$8.38 per cwt., and the Class II nonfat solids price is \$0.9311. Product Price Averages. The two-week product price averages for January are: butter \$1.3663, nonfat dry milk \$1.0018, cheese \$1.3979, and dry whey \$0.3244.

FEDERAL MILK ORDER CLASS I PRICE INFORMATION ^{1/} ^{2/}				
Federal Milk Order Marketing Area ^{3/}	Order Number	December 2005		
		Class I Price (3.5 %)	Class I Skim Milk Price	Class I Butterfat Price
		\$ per cwt.	\$ per cwt.	\$ per pound
Northeast (Boston) ^{4/}	001	16.63	11.67	1.5341
Appalachian (Charlotte) ^{5/}	005	16.48	11.52	1.5326
Southeast (Atlanta) ^{6/}	007	16.48	11.52	1.5326
Florida (Tampa) ^{7/}	006	17.38	12.42	1.5416
Mideast (Cleveland) ^{8/}	033	15.38	10.42	1.5216
Upper Midwest (Chicago) ^{9/}	030	15.18	10.22	1.5196
Central (Kansas City) ^{10/}	032	15.38	10.42	1.5216
Southwest (Dallas) ^{11/}	126	16.38	11.42	1.5316
Arizona-Las Vegas (Phoenix) ^{12/}	131	15.73	10.77	1.5251
Pacific Northwest (Seattle) ^{13/}	124	15.28	10.32	1.5206
All-Market Average		16.03	11.07	1.5281

^{1/} To convert the Class I price per 100 pounds to the Class I price per gallon, divide by 11.63--the approximate number of gallons in 100 pounds of milk. ^{2/} Note: The mandatory \$0.20 per cwt. processor assessment under the Fluid Milk Promotion Order is not included in the Class I prices shown on this table. ^{3/} Names in parentheses are the major city in the principal pricing point of the markets. ^{4/} Class I prices at other cities are: New York City, minus \$0.10; Philadelphia, minus \$0.20; Baltimore, minus \$0.25, and Washington, DC, minus \$0.25. ^{5/} Class I prices at other cities are: Knoxville, minus \$0.30 and Louisville, minus \$0.90. ^{6/} Class I prices at other cities are: New Orleans; plus \$0.50; Memphis, minus \$0.30; Nashville, minus \$0.50; and Springfield, Mo., minus \$0.90. ^{7/} Class I prices at other cities are: Orlando, same; Miami, plus \$0.30; and Jacksonville, minus \$0.30. ^{8/} Class I prices at other cities are: Indianapolis, same; Cincinnati, plus \$0.20; Pittsburgh, plus \$0.10; and Detroit, minus \$0.20. ^{9/} Class I prices at other cities are: Milwaukee, minus \$0.05; and Minneapolis, minus \$0.10. ^{10/} Class I prices at other cities are: Des Moines, minus \$0.20; Omaha, minus \$0.15; Oklahoma City, plus \$0.60; St. Louis, same; and Denver plus \$0.55. ^{11/} Class I prices at other cities are: Houston, plus \$0.60; San Antonio, plus \$0.45; Albuquerque, minus \$0.65; and El Paso, minus \$0.75. ^{12/} Class I price at Las Vegas is minus \$0.35. ^{13/} Class I prices at other cities are: Portland, same; and Spokane, same.